GOVERNMENT OF INDIA
POWER
LOK SABHA

UNSTARRED QUESTION NO:7204
ANSWERED ON:13.05.2005
LOAN DISBURSED BY PFC
Owaisi Shri Asaduddin

Will the Minister of POWER be pleased to state:

(a) whether power sector reforms and higher revenue collection of State utilities have led to rise in private participation;

(b) if so, the total loan disbursed by PFC during 2004-05 and share of private developers in that;

(c) the target fixed by PFC for loan disbursement during 2005-06;

(d) whether PFC propose to enter into insurance sector; and

(e) if so, the detailed strategy chalked out by corporation in this regard?

Answer

THE MINISTER OF POWER (SHRI P.M. SAYEED)

(a) : The Indian Financial Institutions and banks have shown renewed interest in financing generation projects in the power sector. In just over one year, 11 private projects with an aggregate capacity of 4000 MW entailing an investment of about Rs.16000 crores have achieved financial closure.

(b) : During the financial year 2004-05 PFC has disbursed a total loan of Rs.9405 crores. Out of this a total of Rs.1112 crores were disbursed to the private sector.

(c) : For the financial year 2005-06, PFC targets to disburse Rs.9800 crores.

(d) : No such proposal is under consideration of the Government.

(e) : Does not arise.